
Financial statements and reports for the year ended
30 June 2019

J & G Welsh Superannuation Fund

Prepared for: Gregory Brent Welsh and Jennifer Margaret Welsh

J & G Welsh Superannuation Fund

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J & G Welsh Superannuation Fund

Trustees Declaration

The trustees have determined that the Fund is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

The trustees declare that:

- (i) the financial statements and notes to the financial statements for the year ended 30 June 2019 present fairly, in all material respects, the financial position of the Superannuation Fund at 30 June 2019 and the results of its operations for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
- (ii) the financial statements and notes to the financial statements have been prepared in accordance with the requirements of the trust deed; and
- (iii) the operation of the superannuation fund has been carried out in accordance with its trust deed and in compliance with the requirements of the Superannuation Industry (Supervision) Act 1993 and associated Regulations during the year ended 30 June 2019.

Specifically, the trustees declare that:

- in accordance with s120 of the Superannuation Industry (Supervision) Act 1993, no individual trustee has been or is a disqualified person;
- the Fund has satisfactory title to all assets, all assets are unencumbered and free from charge as prescribed by s50 of the Superannuation Industry (Supervision) Act 1993 and reg13.14 of the Superannuation Industry (Supervision) Regulations 1994; and
- to the knowledge of the trustees, there have been no events or transactions subsequent to the balance date which could have a material impact on the Fund. Where such events have occurred, the effect of such events has been accounted and noted in the Fund's financial statements.

Signed in accordance with a resolution of the trustees by:

.....
Gregory Brent Welsh

Trustee

.....
Jennifer Margaret Welsh

Trustee

Dated this day of

J & G Welsh Superannuation Fund

Operating Statement

For the year ended 30 June 2019

	Note	2019 \$	2018 \$
Income			
Investment Income			
Interest Received		4,151.34	4,141.43
Property Income		28,140.00	26,749.40
Contribution Income			
Employer Contributions		19,073.95	24,900.00
Total Income		<u>51,365.29</u>	<u>55,790.83</u>
Expenses			
Accountancy Fees		1,980.00	0.00
ATO Supervisory Levy		518.00	0.00
Auditor's Remuneration		660.00	0.00
ASIC Fees		253.00	249.00
Bank Charges		480.00	510.00
Fines		80.00	0.00
Property Expenses - Agents Management Fees		1,656.32	0.00
Property Expenses - Council Rates		1,394.85	1,365.38
Property Expenses - Insurance Premium		371.00	0.00
Property Expenses - Interest on Loans		19,958.53	19,783.42
Property Expenses - Repairs Maintenance		229.00	0.00
Property Expenses - Strata Levy Fees		4,068.04	6,606.78
Property Expenses - Water Rates		712.49	711.69
		<u>32,361.23</u>	<u>29,226.27</u>
Member Payments			
Life Insurance Premiums		17,557.29	15,120.76
Investment Losses			
Changes in Market Values		0.00	(113,308.00)
Total Expenses		<u>49,918.52</u>	<u>(68,960.97)</u>
Benefits accrued as a result of operations before income tax			
Income Tax Expense	7	229.05	1,714.20
Benefits accrued as a result of operations		<u>1,217.72</u>	<u>123,037.60</u>

The accompanying notes form part of these financial statements.

J & G Welsh Superannuation Fund

Statement of Financial Position

As at 30 June 2019

	Note	2019 \$	2018 \$
Assets			
Investments			
Real Estate Properties (Australian - Residential)	2	770,000.00	770,000.00
Total Investments		<u>770,000.00</u>	<u>770,000.00</u>
Other Assets			
Bank Accounts	3	237,956.35	241,381.67
Income Tax Refundable		1,131.95	1,495.30
Total Other Assets		<u>239,088.30</u>	<u>242,876.97</u>
Total Assets		<u>1,009,088.30</u>	<u>1,012,876.97</u>
Less:			
Liabilities			
Limited Recourse Borrowing Arrangements		356,652.13	361,658.52
Total Liabilities		<u>356,652.13</u>	<u>361,658.52</u>
Net assets available to pay benefits		<u>652,436.17</u>	<u>651,218.45</u>
Represented by:			
Liability for accrued benefits allocated to members' accounts	4, 5		
Welsh, Gregory Brent - Accumulation		331,610.05	330,356.93
Welsh, Jennifer Margaret - Accumulation		320,826.12	320,861.52
Total Liability for accrued benefits allocated to members' accounts		<u>652,436.17</u>	<u>651,218.45</u>

The accompanying notes form part of these financial statements.

J & G Welsh Superannuation Fund

Notes to the Financial Statements

For the year ended 30 June 2019

Note 1: Summary of Significant Accounting Policies

The trustees have prepared the financial statements on the basis that the Superannuation Fund is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Superannuation Industry (Supervision) Act 1993 and associated Regulations, the trust deed of the Fund and the needs of members.

The financial statements have been prepared on a cash basis and are based on historical costs, except for investments which have been measured at market value.

The following significant accounting policies, which are consistent with the policies applied in the previous period unless otherwise stated, have been adopted in the preparation of the financial statements.

The financial statements were authorised for issue by the Trustee(s).

a. Measurement of Investments

The Fund initially recognises:

- (i) an investment when it controls the future economic benefits expected to flow from the asset. For financial assets, the trade date is considered to be the date on which control of the future economic benefits attributable to the asset passes to the Fund; and
- (ii) a financial liability on the date it becomes a party to the contractual provisions of the instrument.

Investments of the Fund have been measured at market value, which refers to the amount that a willing buyer could reasonably be expected to pay to acquire an asset from a willing seller if the following assumptions were made:

- that the buyer and the seller deal with each other at arm's length in relation to the sale;
- that the sale occurred after proper marketing of the asset; and
- that the buyer and the seller acted knowledgeably and prudentially in relation to the sale.

Market value has been determined as follows:

- (i) shares and other securities listed on the Australian Securities Exchange by reference to the relevant market quotations at the end of the reporting period;
- (ii) units in managed funds by reference to the unit redemption price at the end of the reporting period;
- (iii) fixed-interest securities by reference to the redemption price at the end of the reporting period;
- (iv) unlisted investments are stated at trustees' assessment based on estimated market value at balance date or where necessary, an external valuer's opinion; and
- (v) investment properties at the trustees' assessment of the market value or where necessary a qualified independent valuer's opinion at the end of reporting period.

Financial liabilities, such as trade creditors and other payables, are measured at the gross value of the outstanding balance at the end of the reporting period. The trustees have determined that the gross values of the Fund's financial liabilities is equivalent to their market values. Any remeasurement changes in the gross values of non-current financial liabilities (including liabilities for members' accrued benefits) are recognised in the operating statement in the periods in which they occur.

b. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and at call, deposits with banks and short-term, highly liquid investments that are readily convertible to cash and subject to an insignificant risk of change in value.

c. Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured. Revenue is recognised at the fair value of the consideration received or receivable.

J & G Welsh Superannuation Fund

Notes to the Financial Statements

For the year ended 30 June 2019

Interest revenue

Interest revenue is recognised in respect of fixed-interest securities, and cash and cash equivalent balances. Interest revenue is recognised upon receipt.

Dividend revenue

Dividend revenue is recognised when the dividend has been paid or, in the case of dividend reinvestment schemes, when the dividend is credited to the benefit of the fund.

Rental revenue

Rental revenue arising from operating leases on investment properties is recognised upon receipt.

Distribution revenue

Distributions from unit trusts and managed funds are recognised as at the date the unit value is quoted ex-distribution and if not received at the end of the reporting period, are reflected in the statement of financial position as a receivable at market value.

Remeasurement changes in market values

Remeasurement changes in the market values of assets are recognised as income and determined as the difference between the market value at year-end or consideration received (if sold during the year) and the market value as at the prior year-end or cost (if acquired during the period).

Contributions

Contributions and transfers in are recognised when the control and the benefits from the revenue have been attained and are recorded by the Fund, gross of any taxes, in the period to which they relate.

d. Liability for Accrued Benefits

The liability for accrued benefits represents the Fund's present obligation to pay benefits to members and beneficiaries, and has been calculated as the difference between the carrying amount of the assets and the carrying amount of the other payables and income tax liabilities as at the end of the reporting period.

e. Critical Accounting Estimates and Judgements

The preparation of financial statements requires the trustees to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future period affected.

Note 2: Real Estate Properties (Australian - Residential)

	2019 \$	2018 \$
4 O'Keefes Lane, Kogarah NSW, Australia	770,000.00	770,000.00
	<hr/> 770,000.00	<hr/> 770,000.00

Note 3: Banks and Term Deposits

	2019 \$	2018 \$
Banks		

J & G Welsh Superannuation Fund
Notes to the Financial Statements

For the year ended 30 June 2019

Macquarie Bank	38,891.74	46,047.29
Rabo Bank	199,064.61	195,334.38
	237,956.35	241,381.67

Note 4: Liability for Accrued Benefits

	2019	2018
	\$	\$
Liability for accrued benefits at beginning of year	651,218.45	0.00
Benefits accrued as a result of operations	1,217.72	123,037.60
Current year member movements	0.00	528,180.85
	652,436.17	651,218.45

Note 5: Vested Benefits

Vested benefits are benefits that are not conditional upon continued membership of the fund (or any factor other than resignation from the plan) and include benefits which members were entitled to receive had they terminated their fund membership as at the end of the reporting period.

	2019	2018
	\$	\$
Vested Benefits	652,436.17	651,218.45

Note 6: Guaranteed Benefits

No guarantees have been made in respect of any part of the liability for accrued benefits.

Note 7: Income Tax Expense

	2019	2018
	\$	\$
The components of tax expense comprise		
Current Tax	229.05	1,714.20
	229.05	1,714.20

The prima facie tax on benefits accrued before income tax is reconciled to the income tax as follows:

Prima facie tax payable on benefits accrued before income tax at 15%	217.02	0.00
Less:		
Tax effect of:		

Notes to the Financial Statements

For the year ended 30 June 2019

Add:

Tax effect of:

SMSF Non-Deductible Expenses	12.00	0.00
Rounding	0.03	0.00
Income Tax on Taxable Income or Loss	229.05	0.00

Less credits:

Current Tax or Refund	<u>229.05</u>	<u>0.00</u>
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Note 8: Subsequent Event - COVID-19

The Coronavirus (Covid-19) pandemic is expected to cause material decline in the market value of the fund investments. The trustees are aware of the uncertainty surrounding the global markets during this time and the effects it will have on the value of the fund investments after the reporting date.

J & G Welsh Superannuation Fund

Members Statement

Gregory Brent Welsh
 81 harslett crescent
 beverley park, New South Wales, 2217, Australia

Your Details

Date of Birth : 14/05/1962
 Age: 57
 Tax File Number: 134106630
 Date Joined Fund: 01/07/2018
 Service Period Start Date:
 Date Left Fund:
 Member Code: WELGRE00004A
 Account Start Date 01/07/2018
 Account Phase: Accumulation Phase
 Account Description: Accumulation

Nominated Beneficiaries N/A
 Vested Benefits 331,610.05
 Total Death Benefit 331,610.05

Your Balance

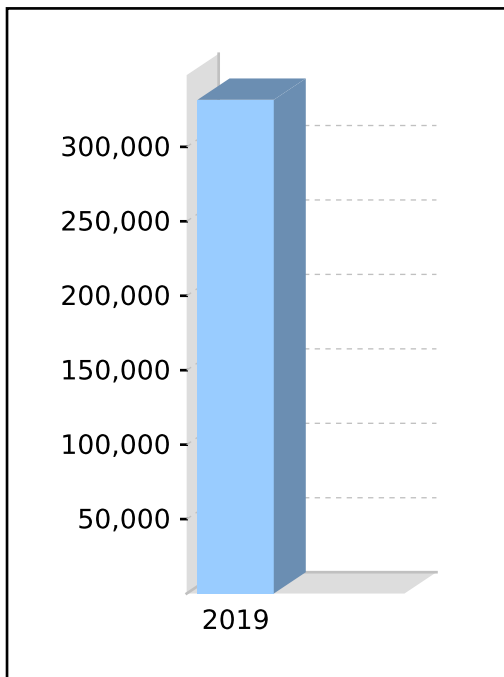
Total Benefits 331,610.05

Preservation Components

Preserved 331,610.05
 Unrestricted Non Preserved
 Restricted Non Preserved

Tax Components

Tax Free
 Taxable 331,610.05



Your Detailed Account Summary

	This Year
Opening balance at 01/07/2018	330,356.93
<u>Increases to Member account during the period</u>	
Employer Contributions	19,073.95
Personal Contributions (Concessional)	
Personal Contributions (Non Concessional)	
Government Co-Contributions	
Other Contributions	
Proceeds of Insurance Policies	
Transfers In	
Net Earnings	(35.28)
Internal Transfer In	
<u>Decreases to Member account during the period</u>	
Pensions Paid	
Contributions Tax	2,861.09
Income Tax	(2,632.83)
No TFN Excess Contributions Tax	
Excess Contributions Tax	
Refund Excess Contributions	
Division 293 Tax	
Insurance Policy Premiums Paid	17,557.29
Management Fees	
Member Expenses	
Benefits Paid/Transfers Out	
Superannuation Surcharge Tax	
Internal Transfer Out	
Closing balance at 30/06/2019	331,610.05

J & G Welsh Superannuation Fund
Members Statement

Trustee's Disclaimer

This statement has been prepared by the Trustee for the member whose name appears at the top of this statement. Every effort has been made by the Trustee to ensure the accuracy and completeness of this Statement. The Trustee does not accept any liability for any error, omission or misprint. All amounts shown in relation to benefits do not take into account any amounts which may be withheld to satisfy the requirements imposed by the Income Tax Assessment Act 1936.

Signed by all the trustees of the fund

Gregory Brent Welsh
Trustee

Jennifer Margaret Welsh
Trustee

J & G Welsh Superannuation Fund

Members Statement

Jennifer Margaret Welsh
 81 Harslett Crescent
 Beverley Park, New South Wales, 2217, Australia

Your Details

Date of Birth : 28/11/1962
 Age: 56
 Tax File Number: 138005985
 Date Joined Fund: 01/07/2018
 Service Period Start Date:
 Date Left Fund:
 Member Code: WELJEN00001A
 Account Start Date 01/07/2018
 Account Phase: Accumulation Phase
 Account Description: Accumulation

Nominated Beneficiaries N/A
 Vested Benefits 320,826.12
 Total Death Benefit 320,826.12

Your Balance

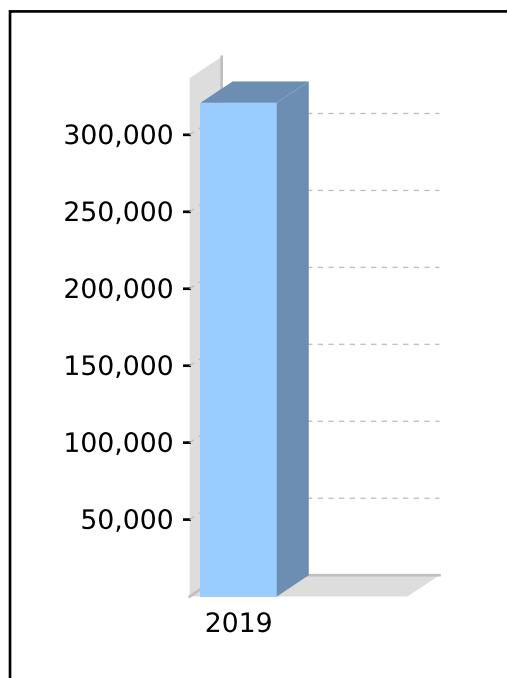
Total Benefits 320,826.12

Preservation Components

Preserved 320,826.12
 Unrestricted Non Preserved
 Restricted Non Preserved

Tax Components

Tax Free
 Taxable 320,826.12



Your Detailed Account Summary

	This Year
Opening balance at 01/07/2018	320,861.52
<u>Increases to Member account during the period</u>	
Employer Contributions	
Personal Contributions (Concessional)	
Personal Contributions (Non Concessional)	
Government Co-Contributions	
Other Contributions	
Proceeds of Insurance Policies	
Transfers In	
Net Earnings	(34.61)
Internal Transfer In	
<u>Decreases to Member account during the period</u>	
Pensions Paid	
Contributions Tax	
Income Tax	0.79
No TFN Excess Contributions Tax	
Excess Contributions Tax	
Refund Excess Contributions	
Division 293 Tax	
Insurance Policy Premiums Paid	
Management Fees	
Member Expenses	
Benefits Paid/Transfers Out	
Superannuation Surcharge Tax	
Internal Transfer Out	
Closing balance at 30/06/2019	320,826.12

J & G Welsh Superannuation Fund
Members Statement

Trustee's Disclaimer

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Signed by all the trustees of the fund

Gregory Brent Welsh
Trustee

Jennifer Margaret Welsh
Trustee